

Message Text

LIMITED OFFICIAL USE

PAGE 01 STATE 226801

10

ORIGIN EB-06

INFO OCT-01 ARA-06 ISO-00 AGR-05 L-01 SP-02 AID-05 NSC-05

RSC-01 CIEP-01 TRSE-00 SS-15 STR-01 OMB-01 CEA-01

COME-00 /051 R

DRAFTED BY EB/ICD/TRP:PPPILKAUSKAS:DE

APPROVED BY EB/ICD/TRP:TJO'DONNELL

ARA/CAR:DSTRASSER

USDA/ASCS:ABCALCAGNINI

----- 003016

R 152231Z OCT 74

FM SECSTATE WASHDC

TO AMEMBASSY SANTO DOMINGO

LIMITED OFFICIAL USE STATE 226801

E.O. 11652: N/A

TAGS: FHER, EPAP, DR, ETRD, EAGR

SUBJECT: SUGAR: GODR CONCERN OVER MARKETS

REF: (A) SANTO DOMINGO 4187; (B) STATE 191577

1. FOLLOWING IS SUPPLIED IN RESPONSE TO REFTEL A PARAGRAPH
5.

2. AS STATED IN REFTEL B, PROSPECTS FOR CONTINUING U.S.
QUOTA SYSTEM ARE UNCERTAIN BUT ARE LESS LIKELY WITH EACH
PASSING DAY OF CURRENT CONGRESSIONAL SESSION.

3. IF AN INTERNATIONAL SUGAR AGREEMENT WERE NEGOTIATED,
IN THE ABSENCE OF U.S. LEGISLATION, THE U.S. WOULD HAVE TO
CAREFULLY WEIGH THE PROS AND CONS OF JOINING. HOWEVER,
WITH CURRENT HIGH WORLD PRICES FOR SUGAR, THE DESIRE OF
PRODUCERS FOR AN ISA WITH ECONOMIC PROVISIONS APPEARS RE-
DUCED, AT LEAST IN THE SHORTRUN.

LIMITED OFFICIAL USE

LIMITED OFFICIAL USE

PAGE 02 STATE 226801

4. WITH THE DISAPPEARANCE OF THE U.S. QUOTA SYSTEM THE TAR-

IFF ON SUGAR AUTOMATICALLY TRIPLES FROM THE PRESENT COLUMN I
RATE 0.625 CENTS PER POUND TO THE COLUMN II RATE OF 1.875
CENTS PER POUND ON 96 DEGREE POLARIZATION SUGAR. IN ORDER
TO PREVENT THIS "SNAP BACK" THE PRESIDENT MAY PROCLAIM A
RATE LOWER THAN THE COLUMN II RATE, ACCOMPANIED BY A QUOTA.
THE QUOTA MAY BE GLOBAL OR ON A COUNTRY BASIS.

THE WHOLE QUESTION OF THE "SNAP BACK" IS NOW BEING STUDIED
BY AN INTERAGENCY TASK FORCE. NO RECOMMENDATIONS HAVE
YET BEEN MADE ON THE ISSUE. WHEN A DECISION IS MADE BY
THE PRESIDENT POSTS WILL BE INFORMED. KISSINGER

LIMITED OFFICIAL USE

NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01 JAN 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: LAW, SUGAR, IMPORT QUOTAS
Control Number: n/a
Copy: SINGLE
Draft Date: 15 OCT 1974
Decaption Date: 01 JAN 1960
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Authority: boyleja
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 28 MAY 2004
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1974STATE226801
Document Source: CORE
Document Unique ID: 00
Drafter: PPPILKAUSKAS:DE
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Film Number: D740293-1078
From: STATE
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1974/newtext/t19741045/aaaablxh.tel
Line Count: 72
Locator: TEXT ON-LINE, ON MICROFILM
Office: ORIGIN EB
Original Classification: LIMITED OFFICIAL USE
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 2
Previous Channel Indicators: n/a
Previous Classification: LIMITED OFFICIAL USE
Previous Handling Restrictions: n/a
Reference: (A) SANTO DOMINGO 4187; (B) STATE 19, 1577
Review Action: RELEASED, APPROVED
Review Authority: boyleja
Review Comment: n/a
Review Content Flags:
Review Date: 25 SEP 2002
Review Event:
Review Exemptions: n/a
Review History: RELEASED <25 SEP 2002 by boyleja>; APPROVED <05 MAR 2003 by boyleja>
Review Markings:

Declassified/Released
US Department of State
EO Systematic Review
30 JUN 2005

Review Media Identifier:
Review Referrals: n/a
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
Secure: OPEN
Status: NATIVE
Subject: SUGAR: GODR CONCERN OVER MARKETS
TAGS: EPAP, ETRD, EAGR, US, DR
To: SANTO DOMINGO
Type: TE
Markings: Declassified/Released US Department of State EO Systematic Review 30 JUN 2005